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Purified BMP-3 proteins and processes for producing them are disclosed. Compositions thereof may be used in the treatment of bone and/or cartilage defects and in wound healing and related tissue repair.

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BONE AND CARTILAGE INDUCTIVE COMPOSITIONS

The present invention relates to a novel family of purified proteins designated BMP-3 proteins and processes for obtaining Compositions thereof may be used to induce bone and/or cartilage formation and in wound healing and tissue repair.

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The invention provides proteins, capable of stimulating, promoting or otherwise inducing cartilage and/or bone formation, substantially free from other mammalian proteins. Human BMP-3 proteins of the invention are characterized by containing the amino acid sequence set forth in Table II 15 from at least amino acid #377 through amino acid #472. proteins are capable of inducing cartilage and or bone formation.

Human BMP-3 proteins are produced by culturing a cell transformed with a DNA sequence substantially as shown in 20 Table II and recovering from the culture medium a protein containing substantially the 96 amino acid sequence as shown in Table II from amino acid # 377 through amino acid # 472.

Members of the BMP-3 protein family may be further characterized by the ability to demonstrate cartilage and/or 25 bone formation activity in the rat bone formation assay described below. In preferred embodiments the proteins of the invention demonstrate activity in this rat bone formation assay at a concentration of $.5\mu g - 100\mu g/gram$ of bone. more preferred embodiments these proteins demonstrate activity in this assay at a concentration of lug - 50 µg/gram of bone. More particularly, these proteins may be characterized by the ability of $1\mu g$ of the protein to score at least +2 in the rat bone formation assay.

Another aspect of the invehtion provides pharmaceutical 35 compositions containing a therapeutically effective amount of a BMP-3 protein in admixture with a pharmaceutically acceptable vehicle or carrier. The compositions may be used for bone and/or cartilage formation and may also be used for wound healing and tissue repair. Compositions of the invention may further include other therapeutically useful agents such as the BMP proteins BMP-1, BMP-2A, and BMP-2B disclosed in PCT publication W088/00205. Other therapeutically useful agents include growth factors such as epidermal growth factor (EGF), fibroblast growth factor (FGF), and transforming growth factors (TGF-α and TGF-β). The compositions may also include an appropriate matrix, for instance, for supporting the compositions and providing a surface for bone and/or cartilage growth.

The compositions may be employed in methods for treating a number of bone defects and periodontal disease and various types of wounds. These methods, according to the invention, entail administering to a patient needing such bone and/or cartilage formation, wound healing, or tissue repair an effective amount of a novel BMP-3 protein of the present invention. These methods may also entail the administration of a BMP-3 protein of the invention in conjunction with at least one of the novel BMP proteins disclosed in PCT publication W088/00205. In addition, these methods may also include administration of a BMP-3 with other growth factors.

Still a further aspect of the invention are DNA sequences coding for expression of a BMP-3 protein. Such sequences include the sequence of nucleotides in a 5' to 3' direction illustrated in Tables I A and I B and II or DNA sequences which hybridize under stringent conditions with the DNA sequences of Tables I A and I B and II and encode a protein having the ability to induce cartilage and/or bone formation.

It is preferred that such proteins be further characterized by the ability to demonstrate cartilage and/or bone formation activity in the rat bone formation assay described below. In preferred embodiments the proteins of the invention demonstrate activity in this rat bone formation assay at a concentration of .5µg - 100µg/gram of bone. In more preferred embodiments

these proteins demonstrate activity in this assay at a concentration of $1\mu g = 50\mu g/g$ ram of bone. More particularly, these proteins may be characterized by the ability of $1\mu g$ of the protein to score at least +2 in the rat bone formation assay. Finally, allelic or other variations of the sequences of Tables I A and I B and II, whether such nucleotide changes result in changes in the peptide sequence or not, are also included in the present invention.

still a further aspect of the invention is a vector containing a DNA sequence as described above in operative association with an expression control sequence therefor. Such vector may be employed in a novel process for producing a BMP-3 protein of the invention in which a cell line transformed with a DNA sequence encoding expression of a BMP-3 protein in operative association with an expression control sequence therefor, is cultured in a suitable culture medium and a BMP-3 protein is isolated and purified therefrom. This claimed process may employ a number of known cells both prokaryotic and eukaryotic as host cells for expression of the polypeptide.

Other aspects and advantages of the present invention will be apparent upon consideration of the following detailed description and preferred embodiments thereof.

25 Detailed Description of the Invention

The purified BMP-3 proteins of the present invention are produced by culturing a host cell transformed with a DNA sequence comprising substantially as shown in Table II from nucleotide #321 to nucleotide #1736 or a portion thereof and recovered from the culture medium. The recovered BMP-3 proteins are characterized by the 96 amino acid sequence of a substantially homologous sequence as amino acid # 377 to amino acid # 472 as shown in Table II. These proteins may be further characterized by the ability to demonstrate cartilage and/or bone formation activity in the rat bone

formation assay described below. In preferred embodiments they demonstrate activity in this rat bone formation assay at a concentration of $.5\mu g - 100\mu g/g$ ram of bone. In more preferred embodiments these proteins demonstrate activity in this assay at a concentration of $1\mu g - 50\mu g/g$ ram of bone. More particularly, these proteins may be characterized by the ability of $1\mu g$ of the protein to score at least +2 in the rat bone formation assay. Encompassed within the BMP-3 family of proteins of the invention are multiple variant forms including dimers and monomers both precursor and mature forms.

The BMP-3 proteins provided herein also include proteins encoded by the sequences similar to those of Tables I A and I B and II, but into which modifications are naturally provided (e.g. allelic variations in the nucleotide sequence which may result in amino acid changes in the polypeptide) or deliberately engineered. For example, synthetic polypeptides may wholly or partially duplicate continuous sequences of the amino acid residues of Tables I A and I B and II. These sequences, by virtue of sharing primary, secondary, or tertiary structural and conformational characteristics with BMP-3 proteins of Tables I A and I B and II may possess biological properties in common therewith. Thus, they may be employed as biologically active substitutes for naturally-occurring BMP-3 polypeptides in therapeutic processes.

Other specific mutations of the sequences of BMP-3 described herein involve modifications of the glycosylation sites. The absence of glycosylation or only partial glycosylation results from amino acid substitution or deletion at one or both of the asparagine-linked glycosylation recognition sites present in the sequences of the BMP-3 shown in Tables I A and I B and II. The asparagine-linked glycosylation recognition sites comprise tripeptide sequences which are specifically recognized by appropriate cellular glycosylation enzymes. These tripeptide sequences are either asparagine-X-thr onine or asparagine-X-serine, where X is

usually any amino acid. A variety of amino acid substitutions or deletions at one r both of the first or third amino acid positions of a glycosylation recognition site (and/or amino acid deletion at the second position) results in non-glycosylation at the modified tripeptide sequence.

The present invention also encompasses the novel DNA sequences, free of association with DNA sequences encoding other proteinaceous materials, and coding on expression for a BMP-3 protein. These DNA sequences include those depicted in 10 Tables I A and I B and II in a 5' to 3' direction and those sequences which hybridize under stringent hybridization conditions [see, T. Maniatis et al, Molecular Cloning (A Laboratory Manual), Cold Spring Harbor Laboratory (1982), pages 387 to 389] to the DNA sequences of Tables I A and I B and II and demonstrate cartilage and/or bone formation activity. An example of one such stringent hybridization condition is hybridization at 4X SSC at 65°C, followed by a washing in 0.1 X SSC at 65°C for an hour. Alternatively, an exemplary stringent hybridization condition is in 50% formamide, 4 X SCC at 42°C.

polypeptides coded for by the sequences of Tables I A and I B and II, but which differ in codon sequence due to the degeneracies of the genetic code or allelic variations (naturally-occurring base changes in the species population which may or may not result in an amino acid change) also encode the novel growth factors described herein. Variations in the DNA sequences of Tables I A and I B and II which are caused by point mutations or by induced modifications (including insertion, deletion, and substitution) to enhance the activity, half-life or production of the polypeptides encoded thereby are also encompassed in the invention.

Another aspect of the present invention provides a novel method for producing BMP-3 proteins. The method of the present invention involves culturing a suitable cell or cell

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line, which has been transformed with a DNA sequence coding on expression for a BMP-3 polypeptide of the invention, under the control of known regulatory sequences recovering and purifying the proteins from the culture medium. Suitable cells or cell lines may be mammalian cells, such as Chinese hamster ovary cells (CHO). The selection of suitable mammalian host cells and methods for transformation, culture, amplification, screening and product production and purification are known in the art. See, e.g., Gething and Sambrook, Nature, 293:620-625 (1981), or alternatively, Kaufman et al, Mol. Cell. Biol., 5(7):1750-1759 (1985) or Howley et al, U.S. Patent 4,419,446. Another suitable mammalian cell line, which is described in the accompanying examples, is the monkey COS-1 cell line. The mammalian cell line CV-1 may also be useful.

Bacterial cells may also be suitable hosts. For example, the various strains of <u>E. coli</u> (e.g., HB101, MC1061) are well-known as host cells in the field of biotechnology. Various strains of <u>B. subtilis</u>, <u>Pseudomonas</u>, other bacilli and the like may also be employed in this method.

Many strains of yeast cells known to those skilled in the art may also be available as host cells for expression of the polypeptides of the present invention. Additionally, where desired, insect cells may be utilized as host cells in the method of the present invention. See, e.g. Miller et al, Genetic Engineering, 8:277-298 (Plenum Press 1986) and references cited therein.

Another aspect of the present invention provides vectors for use in the method of expression of these novel BMP-3 polypeptides. Preferably the vectors contain the full novel DNA sequences described above which code for the novel BMP-3 factors of the invention. Additionally the vectors also contain appropriate expression control sequences permitting expression of the BMP-3 protein sequences. Alternatively, vectors incorporating modified sequences as described above are also

embodiments of the present invention and useful in the production of the BMP-3 proteins. The vectors may be employed in the method of transforming cell lines and contain selected regulatory sequences in operative association with the DNA 5 coding sequences of the invention which are capable of directing the replication and expression thereof in selected host Useful regulatory sequences for such vectors are known to one of skill in the art and may be selected depending upon the selected host cells. Such selection is routine and 10 does not form part of the present invention. Host cells transformed with such vectors and progeny thereof for use in producing BMP-3 proteins of the invention are also provided by the invention. Furthermore, proteins of the invention may be coexpressed with other "BMP" proteins such as those disclosed 15 in WO88/00205.

protein of the present invention, which induces cartilage and/or bone growth in circumstances where bone is not normally formed, has application in the healing of bone fractures and cartilage defects in humans and other animals. 20 Such a preparation employing a BMP-3 protein may have prophylactic use in closed as well as open fracture reduction and also in the improved fixation of artificial joints. 3 preparations of the invention may also be useful in the treatment of osteoporosis. De novo bone formation induced by 25 an osteogenic agent contributes to the repair of congenital, trauma induced, or oncologic resection induced craniofacial defects, and also is useful in cosmetic plastic surgery. BMP-3 protein of the invention may be valuable in the treatment of periodontal disease, and in other tooth repair processes. 30 Such agents may provide an environment to attract bone-forming cells, stimulate growth of bone-forming cells or induce differentiation of progenitors of bone-forming cells. variety of osteogenic, cartilage-inducing and bond inducing factors have been described. See, e.g. European patent 35 applications 148,155 and 169,016 for discussions thereof.

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The proteins of the invention may also be used in wound healing and tissue repair in humans and other animals. The types of wounds include, but are not limited to burns, incisions, and ulcers. (See, e.g., PCT Publication WO84/01106 for discussion of wound healing and related tissue repair). Of course, the proteins of the invention may have other therapeutic uses.

A further aspect of the invention is a therapeutic method and composition for repairing fractures and other conditions 10 related to cartilage and/or bone defects or periodontal diseases. In addition, the invention comprises therapeutic methods and compositions for wound healing and tissue repair. Such compositions comprise a therapeutically effective amount of a BMP-3 protein in admixture with a pharmaceutically 15 acceptable vehicle, carrier or matrix. It is expected that BMP-3 proteins may act in concert with or perhaps synergistically with other related proteins and growth factors. The invention encompasses therapeutic methods and compositions comprising a BMP-3 protein in combination with other related 20 proteins or growth factors. Therapeutic methods and compositions of the invention may therefore comprise a therapeutic amount of a BMP-3 protein with a therapeutic amount of at least one of the other "BMP" proteins disclosed in PCT publication WO88/00205. Such combinations may comprise 25 separate molecules of the "BMP" proteins or heteromolecules comprised of different "BMP" protein moieties. For example, a method and composition of the invention may comprise a disulfide-linked dimer comprising a BMP-3 protein and another "BMP" protein described above. Further, a BMP-3 protein of 30 the invention may be combined with other agents beneficial to the treatment of the cartilage and/or bone defect, wound or These agents include various growth tissue in question. factors such as epidermal growth factor (EGF), platelet derived growth factor (PDGF), transforming growth factors $(TGF-\alpha \text{ and } TGF-\beta)$, insulin-like growth factor (IGF) and

fibroblast growth factor (FGF). The preparation and formulation of such physiologically acceptable protein compositions, having due regard to pH, isotonicity, stability and the like, is within the skill of the art. The therapeutic compositions 5 of the invention are also presently valuable for veterinary applications due to the lack of species specificity in BMP Particularly domestic animals and thoroughbred horses in addition to humans are desired patients for such treatment with BMP-3 proteins.

The therapeutic method includes administering the composition topically, systematically, or locally as an implant or device. When administered, the therapeutic composition for use in this invention is, of course, in a pyrogen-free, physiologically acceptable form. Further, the 15 composition may desirably be encapsulated or injected in a viscous form for delivery to the site of bone, cartilage or Topical administration may be suitable for tissue damage. wound healing and related tissue repair. Preferably, for bone and/or cartilage formation, the bone growth inductive factor 20 composition would include a matrix capable of delivering the bone inductive factor to the site of bone and/or cartialge damage, providing a surface and support structure for the developing bone and/or cartilage and optimally capable of being resorbed into the body. Such matrices may be formed of 25 materials presently in use for other implanted medical applications.

The choice of matrix material is based on, for example, biocompatibility, biodegradability, mechanical properties, cosmetic appearance and interface properties. The particular 30 application of the BMP-3 compositions will determine the Potential matrices for the appropriate formulation. compositions may be biodegradable and chemically defined such as calcium sulfate, tricalciumphosphate, hydroxyapatite, polylactic acid, and polyanhydrides. Other potential materials 35 are biodegradable and biologically well defined, such as bone

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or dermal collagen. Further matrices are comprised of pure proteins or extracellular matrix components. Other potential matrices are nonbiodegradable and chemically defined, such as sintered hydroxyapatite, bioglass, aluminates, or other ceramics. Matrices may be comprised of combinations of any of the above mentioned types of material, such as polylactic acid and hydroxyapatite or collagen and tricalciumphosphate. The bioceramics may also be altered in composition, such as in calcium-aluminate-phosphate and processing to alter for example, pore size, particle size, particle shape, and biodegradability.

The dosage regimen will be determined by the attending physician considering various factors which modify the action of the BMP-3 protein, e.g. amount of bone weight desired to be formed, the site of bone damage, the condition of the damaged bone, the size of a wound, type of damaged tissue, the patient's age, sex, and diet, the severity of any infection, time of administration and other clinical factors. The dosage may vary with the type of matrix used in the reconstitution and the types of BMP proteins in the composition. The addition of other known growth factors, such as IGF-I (insulin like growth factor I), to the final composition, may also effect the dosage.

Generally, the dosage regimen for cartilage and/or bone formation should be in the range of approximately 10 to 10⁶ nanograms of protein per gram of bone weight desired. Progress can be monitored by periodic assessment of bone growth and/or repair, for example, using x-rays, histomorphometric determinations and tetracycline labeling.

The following examples illustrate practice of the present invention in recovering and characterizing a bovine BMP-3 protein and employing it to recover corresponding human BMP-3 proteins, and in expressing BMP-3 proteins via recombinant techniques.

EXAMPLE I

Isolation of Bovine Bone Inductive Factor

Ground bovine bone powder (20-120 mesh, Helitrex) is prepared according to the procedures of M. R. Urist et al., 5 Proc. Natl Acad. Sci USA, 70:3511 (1973) with elimination of some extraction steps as identified below. Ten kgs of the ground powder is demineralized in successive changes of 0.6N HCl at 4°C over a 48 hour period with vigorous stirring. resulting suspension is extracted for 16 hours at 4°C with 50 10 liters of 2M CaCl2 and 10mM ethylenediamine-tetraacetic acid [EDTA], and followed by extraction for 4 hours in 50 liters of The residue is washed three times with distilled water before its resuspension in 20 liters of 4M guanidine hydrochloride [GuCl], 20mM Tris (pH 7.4), lmM N-ethylmaleimide, 15 1mM iodoacetamide, 1mM phenylmethylsulfonyl fluorine as described in Clin. Orthop. Rel. Res., 171: 213 (1982). After 16 to 20 hours the supernatant is removed and replaced with another 10 liters of GuCl buffer. The residue is extracted for another 24 hours.

The crude GuCl extracts are combined, concentrated approximately 20 times on a Pellicon apparatus with a 10,000 molecular weight cut-off membrane, and then dialyzed in 50mM Tris, 0.1M NaCl, 6M urea (pH7.2), the starting buffer for the first column. After extensive dialysis the protein is loaded on a 4 liter DEAE cellulose column and the unbound fractions are collected.

The unbound fractions are concentrated and dialyzed against 50mM NaAc, 50mM NaCl (pH 4.6) in 6M urea. The unbound fractions are applied to a carboxymethyl cellulose column. Protein not bound to the column is removed by extensive washing with starting buffer, and the material containing protein having bone and/or cartilage formation activity as measured by the Rosen-modified Sampath-Reddi rat bone formation assay (described in Example III below) is desorbed from the column by 50mM NaAc, 0.25mM NaCl, 6M urea (pH 4.6). The protein from this

step elution is concentrated 20- to 40- fold, then diluted 5 times with 80mM KPO₄, 6M urea (pH6.0). The pH of the solution is adjusted to 6.0 with 500mM K₂HPO₄. The sample is applied to an hydroxylapatite column (LKB) equilibrated in 80mM KPO₄, 6M urea (pH6.0) and all unbound protein is removed by washing the column with the same buffer. Protein having bone and/or cartilage formation activity as measured by the rat bone formation assay is eluted with 100mM KPO₄ (pH7.4) and 6M urea.

The protein is concentrated approximately 10 times, and solid NaCl added to a final concentration of 0.15M. This material is applied to a heparin - Sepharose column equilibrated in 50mM KPO4, 150mM NaCl, 6M urea (pH7.4). After extensive washing of the column with starting buffer, a protein with bone and/or cartilage formation activity is eluted by 50mM KPO4, 700mM NaCl, 6M urea (pH7.4). This fraction is concentrated to a minimum volume, and 0.4ml aliquots are applied to Superose 6 and Superose 12 columns connected in series, equilibrated with 4M GuCl, 20mM Tris (pH7.2) and the columns developed at a flow rate of 0.25ml/min. The protein demonstrating bone and/or cartilage inductive activity has a relative migration on SDS-PAGE corresponding to an approximately 28,000 to 30,000 dalton protein.

The above fractions from the superose columns are pooled, dialyzed against 50mM NaAc, 6M urea (pH4.6), and applied to a Pharmacia Monos HR column. The column is developed with a gradient to 1.0M NaCl, 50mM NaAc, 6M urea (pH4.6). Active fractions are pooled and brought to pH3.0 with 10% trifluoroacetic acid (TFA). The material is applied to a 0.46 x 25cm Vydac C4 column in 0.1% TFA and the column developed with a gradient to 90% acetonitrile, 0.1% TFA (31.5% acetonitrile, 0.1% TFA to 49.5% acetonitrile, 0.1% TFA in 60 minutes at 1ml per minute). Active bone and/or cartilage forming material is eluted at approximately 40-44% acetonitrile. Aliquots of the appropriate active fractions are iodinated by one of the following methods: P. J. McConahey et

al, Int. Arch. Allergy, 29:185-189 (1966); A. E. Bolton et al, Biochem J., 133:529 (1973); and D. F. Bowen-Pope, J. Biol. Chem., 237:5161 (1982). The iodinated proteins present in these fractions are analyzed by SDS gel electrophoresis and urea Triton X 100 isoelectric focusing. At this stage, the bone inductive factor is estimated to be approximately 10-50% pure.

EXAMPLE II

10 Characterization of Bovine Bone Inductive Factor

A. Molecular Weight

Approximately 20ug protein from Example I is lyophilized and redissolved in 1X SDS sample buffer. After 15 minutes of heating at 37°C, the sample is applied to a 15% SDS 15 polyacrylamide gel and then electrophoresed with cooling. The molecular weight is determined relative to prestained molecular weight standards (Bethesda Research Labs). Immediately after completion, the gel lane containing the bone and/or cartilage forming material is sliced into 0.3cm pieces. Each piece is 20 mashed and 1.4ml of 0.1% SDS is added. The samples are shaken gently overnight at room temperature to elute the protein. Each gel slice is desalted to prevent interference in the biological assay. The supernatant from each sample is acidified to pH 3.0 with 10% TFA, filtered through a 0.45 25 micron membrane and loaded on a 0.46cm x 5cm C4 Vydac column developed with a gradient of 0.1% TFA to 0.1% TFA, 90% CH3CN. The appropriate bone and/or cartilage inductive protein containing fractions are pooled and reconstituted with 20mg rat matrix and assayed. In this gel system, the majority of 30 bone and/or cartilage formation fractions have the mobility of a protein having a molecular weight of approximately 28,000 - 30,000 daltons.

B. Isoelectric Focusing

35 The isoel ctric point of the protein having bone and/or

cartilage formation activity is determined in a denaturing isoelectric focusing system. The Triton X100 urea gel system (Hoeffer Scientific) is modified as follows: 1) 40% of the ampholytes used are Servalyte 3/10; 60% are Servalyte 7-9; and 2) the catholyte used is 40mM NaOH. Approximately 20ug of protein from Example I is lyophilized, dissolved in sample buffer and applied to the isoelectrofocusing gel. The gel is run at 20 watts, 10°C for approximately 3 hours. At completion the lane containing bone and/or cartilage inductive factor is sliced into 0.5 cm slices. Each piece is mashed in 1.0ml 6M urea, 5mM Tris (pH 7.8) and the samples agitated at room temperature. The samples are acidified, filtered, desalted and assayed as described above. The major portion of activity as determined by the Rosen-modified Sampath-Reddi assay migrates in a manner consistent with a pI of about 8.8 - 9.2.

C. Subunit Characterization

The subunit composition of the isolated bovine bone protein is also determined. Pure bone inductive factor is isolated from a preparative 15% SDS gel as described above. A portion of the sample is then reduced with 5mM DTT in sample buffer and re-electrophoresed on a 15% SDS gel. The approximately 28-30kd protein yields two major bands at approximately 18 - 20kd and approximately 16 - 18kd, as well as a minor band at approximately 28 - 30kd. The broadness of the two bands indicates heterogeneity caused most probably by glycosylation, other post translational modification, proteolytic degradation or carbamylation.

30 EXAMPLE III

Rosen Modified Sampath-Reddi Assay

A modified version of the rat bone formation assay described in Sampath and Reddi, <u>Proc. Natl. Acad. Sci. U.S.A.</u>, 80:6591-6595 (1983) is used to evaluate bone and/or cartilage activity of the bovine protein obtained in Example I and the

BMP-1 proteins of the invention. This modified assay is herein called the Rosen-modified Sampath-Reddi assay. The ethanol precipitation step of the Sampath-Reddi procedure is replaced by dialyzing (if the composition is a solution) or 5 diafiltering (if the composition is a suspension) the fraction to be assayed against water. The solution or suspension is then redissolved in 0.1 % TFA, and the resulting solution added to 20mg of rat matrix. A mock rat matrix sample not treated with the protein serves as a control. This material is frozen and 10 lyophilized and the resulting powder enclosed in #5 gelatin capsules. The capsules are implanted subcutaneously in the abdominal thoracic area of 21 - 49 day old male Long Evans The implants are removed after 7 - 14 days. Half of each implant is used for alkaline phosphatase analysis [See, 15 A. H. Reddi et al., Proc. Natl Acad Sci., 69:1601 (1972)].

The other half of each implant is fixed and processed for histological analysis. lum glycolmethacrylate sections are stained with Von Kossa and acid fuschin to score the amount of induced bone and cartilage formation present in each implant. The terms +1 through +5 represent the area of each histological section of an implant occupied by new bone and/or cartilage cells and matrix. A score of +5 indicates that greater than 50% of the implant is new bone and/or cartilage produced as a direct result of protein in the implant. A score of +4, +3, +2 and +1 would indicate that greater than 40%, 30%, 20% and 10% respectively of the implant contains new cartilage and/or bone.

The rat matrix samples containing 200 ng of protein obtained in Example I result in bone and/or cartilage formation 30 that filled more than 20% of the implant areas that was sectioned for histology. This protein therefore scores at least +2 in the Rosen-modified Sampath-Reddi assay. The dose response of the matrix samples indicates that the amount of bone and/or cartilage formed increases with the amount of protein in the sample. The control sample did not result in

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any bone and/or cartilage formation. The purity of the protein assayed is approximately 10-15% pure.

The bone and/or cartilage formed is physically confined to the space occupied by the matrix. Samples are also analyzed 5 by SDS gel electrophoresis and isoelectric focusing as described above, followed by autoradiography. Analysis reveals a correlation of activity with protein bands at 28 - 30kd and a pI of approximately 8.8 - 9.2. To estimate the purity of the protein in a particular fraction an extinction coefficient of 1 OD/mg-cm is used as an estimate for protein and the protein is run on SDS PAGE followed by silver staining or radioiodination and autoradiography.

EXAMPLE IV

15 Bovine BMP-3

The protein composition of Example IIA of molecular weight 28 - 30kd is reduced in situ and digested with trypsin. Eight tryptic fragments are isolated by standard procedures having the following amino acid sequences:

20 Fragment 1: A A F L G D I A L D E E D L G

Fragment 2: A F Q V Q Q A A D L

Fragment 3: N Y Q D M V V E G

Fragment 4: S T P A Q D V S R

Fragment 5: N Q E A L R

25 Fragment 6: LSEPDPSHTLEE

Fragment 7: F D A Y Y

Fragment 8: L K P S N ? A T I Q S I V E

A less highly purified preparation of protein from bovine bone is prepared according to a purification scheme 30 similar to that described in Example I. The purification basically varies from that previously described by omission of the DE-52 column, the CM cellulose column and the mono S column, as well as a reversal, in the order of the hydroxylapatite and heparin sepharose columns. Briefly, the 35 concentrated crude 4 M extract is brought to 85% final

concentration of ethanol at 4 degrees. The mixture is then centrifuged, and the precipitate redissolved in 50 mM Tris, 0.15 M NaCl, 6.0 M urea. This material is then fractionated on Heparin Sepharose as described. The Heparin bound material 5 is fractionated on hydroxyapatite as described. The active fractions are pooled, concentrated, and fractionated on a high resolution gel filtration (TSK 30000 in 6 M guanidinium chloride, 50 mM Tris, pH 7.2). The active fractions are pooled, dialyzed against 0.1% TFA, and then fractionated on a 10 C4 Vydac reverse phase column as described. A small amount of 125I labeled counterpart is mixed with the sample at this stage and the whole preparation is reduced and electrophoresed on an SDS ployacrylanide acrylamide gel [Laemmli, U.K., Nature, 277:680-685 (1970)]. The protein corresponding to 15 the 16-18kd band is located using wet gel autoradiography and fixed with methanol-acetic acid-water using standard procedures, briefly rinsed with water, then neutralized with 0.1M ammonium bicarbonate. Following dicing the gel slice with a razor blade, the protein is digested from the gel matrix by adding 20 0.2 μ g of TPCK-treated trypsin (Worthington) and incubating the gel for 16 hours at 37°C. The resultant digest is then subjected to RPHPLC using a C4 Vydac RPHPLC column and 0.1% TFA-water 0.1% TFA water-acetonitrile gradient. The resultant peptide peaks were monitored by UV absorbance at 214 and 280 nm and subjected to direct amino terminal amino acid sequence analysis using an Applied Biosystems gas phase sequenator (Model 470A). Tryptic fragments are isolated having the following amino acid sequences:

Fragment 9: S L K P S N H A T I Q S ? V

30 Fragment 10: S F D A Y Y C S ? A

Fragment 11: V Y P N M T V E S C A

Fragment 12: V D F A D I ? W

Tryptic Fragments 7 and 8 are noted to be substantially the same as Fragments 10 and 9, respectively.

Probes consisting of pools of oligonucleotides (or unique oligonucleotides) are designed on the basis of the amino acid sequences of the tryptic Fragments 9 (Probe #3), 10 (Probe #2), and 11 (Probe #1), according to the method of R. Lathe, J. Mol. Biol., 183(1): 1-12 (1985), and synthesized on an automated DNA synthesizer; the probes are then radioactively labeled with polynucleotide Kinase and ³²P-ATP. Probe #1: A C N G T C A T [A/G] T T N G G [A/G] T A

Probe #2: C A [A/G] T A [A/G] T A N G C [A/G] T C [A/G] A A

Probe #3: T G [A/G/T] A T N G T N G C [A/G] T G [A/G] T T

The standard nucleotide symbols in the above-identified probes are as follows: A, adenosine; C, cytosine; G, guanine; T, thymine; and N, adenosine or cytosine or guanine or thymine.

Because the genetic code is degenerate (more than one codon can code for the same amino acid), the number of oligonucleotides in a probe pool is reduced based on the frequency of codon usage in eukaryotes, the relative stability of G:T base pairs, and the relative infrequency of the dinucleotide CpG in eukaryotic coding sequences [See Toole et al., Nature, 312:342-347 (1984)].

A recombinant bovine genomic library is constructed as follows: Bovine liver DNA is partially digested with the restriction endonuclease enzyme Sau 3A and sedimented through a sucrose gradient. Size fractionated DNA in the range of 15-30kb is then ligated to the bacteriophage Bam HI vector EMBL3 [Frischauf et al, J. Mol. Biol., 170:827-842 (1983)].

The library is plated at 8000 recombinants per plate. Duplicate nitrocellulose replicas of the plaques are made and amplified according to a modification of the procedure of Woo et al, Proc. Natl. Acad. Sci. USA, 75:3688-91 (1978). 400,000 recombinants are screened in duplicate with Probe #1 which has been labeled with ³²P. The probes are hybridized in

3M tetramethylammonium chloride (TMAC), 0.1M sodium phosphate pH6.5, 1mM EDTA, 5X Denhardts, 0.6% SDS, 100ug/ml salmon sperm DNA at 48 degrees C, and washed in 3M TMAC, 50mM Tris pH8.0 at These conditions minimize the detection of 50 degrees C. 5 mismatches to the 17 mer probe pool [see, Wood et al, Proc. Natl. Acad. Sci, U.S.A., 82:1585-1588 (1985)]. recombinants which hybridized to this probe are replated for Triplicate nitrocellulose replicas are made of secondaries. the secondary plates, and amplified as described. 10 sets of filters are hybridized to Probes #1, #2 and #3, again under TMAC conditions. One clone, lambda bP-819, hybridizes to all three probes and is plaque purified and DNA is isolated from a plate lysate. Bacteriophage lambda bP-819 was deposited with the American Type Culture Collection, 12301 Parklawn 15 Drive, Rockland, Maryland USA (hereinafter the ATCC) on June 16, 1987 under accession number 40344. This deposit meets the requirements of the Budapest Treaty on the International Recognition of the Deposit of Microorganisms for the Purposes of Patent Procedure and Regulations thereunder. This bP-819 20 clone encodes at least a portion of the bovine protein which we have designated BMP-3 or bBMP-3.

The region of bP-819 which hybridizes to Probe #2 is localized and sequenced. The partial DNA and derived amino acid sequences of this region are shown in Table IIA. The 25 amino acid sequences corresponding to tryptic Fragments 10 and 12 are underlined. The first underlined sequence corresponds to Fragment 12 while the second corresponds to Fragment 10. This region of bP-819, therefore, which hybridizes to Probe #2 encodes at least 111 amino acids. This amino acid sequence is encoded by the DNA sequence from nucleotide #414 through #746.

TABLE I. A.

		_	383		-	93		403			413					428	-	
5	GAGO	:AGG!	VAG (OGGI(TAC	SG GC	GIC	PITC	r GC	CICIO	ECAG					r cc:		
	GAA	ጥልጥ	443 CAG	TAC	AAG	GAG	САТ	458 GAA	لايلت	TYCE:	GAG	GAG	473	226	~~	тас	AAG	488 acr
10				Tyr														
	ىست	ന്ദ	کرین	CAG	503	حربن	CATT	226	יוב)ע	518	ልልሮ	מממ	AAG		533 CAG	NGG.	ልልር	CCA
				Gln														
		548					563					578					593	
5				aag Lys														
				608					623					63 8			•	
10				CAA Gln														
	653					668	•				683					698		
				GAT Asp														
15			713	•				728					743	(111	L)		756	
				TGC Cys									CCA	ÀAG		AGCCI		
20			766			76	<u> </u>	786	_					_				
	TIT	LIIG	ıœ:	IGIC		∞ A		'ATA'	3									

The region of bP-819 which hybridizes to Probe #1 and #3 is localized and sequenced. The partial DNA and derived amino acid sequences of this region are shown in Table IIB. The amino acid sequences corresponding to tryptic Fragments 9 5 and 11 are underlined. The first underlined sequence corresponds to Fragment 9 while the second underlined sequence corresponds to Fragment 11. The peptide sequence of this region of bP-819 which hybridizes to Probe #1 and #3 is 64 amino acids in length encoded by nucleotide #305 through #493 of Table IIB. The arginine residue encoded by the AGA triplet is presumed to be the carboxy-terminus of the protein based on the presence of a stop codon (TAA) adjacent to it. nucleic acid sequence preceding the couplet TC (positions 305-306) is presumed to be an intron (non-coding sequence) 15 based on the presence of a consensus acceptor sequence (i.e. a pyrimidine-rich stretch, TTCTCCCTTTTCGTTCCT, followed by AG) and the presence of a stop rather than a basic residue in the appropriate position of the derived amino acid sequence.

bBMP-3 is therefore characterized by the DNA and amino acid sequence of Table I A and Table I B. The peptide sequence of this clone is 175 amino acids in length and is encoded by the DNA sequence from nucleotide #414 through nucleotide #746 of Table I A and nucleotide #305 through nucleotide #493 of Table I B.

TABLE I. B.

5	CTAA	284 FIG 1	TCIC		94 TT TC		304 CIAC	T			 	A A	 AC G(_	
						7.					 		 379 GAG Glu		
15													GAA Glu		
										ACA			GCT Ala	TGC	
20	ጥአ አረ	 503	ለ <i>ጉ</i> ፖአ 1	5:	L3	חרייאו	52:		-11 V-7A 2	533					

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EXAMPLE V

Human BMP-3

The bovine and human BMP-3 genes are presumed to be significantly homologous, therefore a human genomic library is screened with two oligonucleotide probes synthesized with the bovine BMP-3 sequence above. The oligonucleotides are as follows

#1: d(AATTCCGGGGTTCAATCCATTGCTTTCTTCTTGCCTTCTTCAGGGTCTCTGT)

#2: d(TTCGCTCCAGCCAATATCTGCGAAGTCCACTTTAAGGTACCGTCTGGCAC)

The oligonucleotides are synthesized on an automated synthesizer and radioactively labeled with polynucleotide kinase and \$32p-ATP. A human genomic library (Toole et al., supra) is plated. Duplicate nitrocellulose filter replicas of the library corresponding to 1,000,000 recombinants are made of and hybridized to the nick-translated probes in 5 X SSC, 5 X Denhardt's, 100ug/ml denatured salmon sperm DNA, 0.1% SDS (the standard hybridization solution) at 50 degrees centigrade for approximately 14 hours. The filters are then washed in 1 X SSC, 0.1% SDS at 50°C and subjected to autoradiography. Ten duplicate positives are isolated and plaque purified. Sequence analysis indicates that the positives contain the human BMP-3 gene.

A region comprised of the bovine DNA sequence residues 408727 in Table I.A. is subcloned into the plasmid pSP65 [see
25 D.A. Melton et al, Nucl. Acid Res., 12:7035-7056 (1984)], and
amplified by standard techniques. The insert region of this
plasmid is then excised and labeled with 32p by nicktranslation. A primer-extended cDNA library is made from the
human lung small cell carcinoma cell line H128 (ATCC# HTB 120)
30 using as a primer an oligonucleotide of the sequence
d(AATGATTGAATTAAGCAATTC). This oligonucleotide was synthesized
on the basis of the DNA sequence of the 3' untranslated
region of the human BMP-3 gene. 375,000 recombinants from
this library are screened with the nick-translated probe by
standard methods. Recombinants from the library are hybridized

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to the probe in standard hybridization solution at 65 and washed in 0.2 x SSc, 0.1% SDS at 65°C. 17 positives are obtained. One of these, λ H128-4 was deposited with the ATCC on March 31, 1988 under accession number 40437. This deposit meets 5 the requirements of the Budapest Treaty on the International Recognition of the Deposit of Microorganisms for the Purposes of Patent Procedure and Regulations thereunder. The entire nucleotide sequence and derived amino acid sequence of the insert of H128-4 are given in Table II. This clone is expected 10 to contain all of the nucleotide sequence necessary to encode the entire BMP-3 protein. The amino acid sequence of Table II is contemplated to represent a primary translation product which may be cleaved to produce the mature protein/s. Nucleotide #1 to #320 represents the 5' untranslated region 15 and nucleotide #1736 to #1794 represents the 3' untranslated region. Precursor proteins may be cleaved at the proteolytic processing site between amino acid #360 and #361. The BMP-3 proteins encoded by Table II are contemplated to contain the 96 amino acid sequence from amino acid #377 to amino acid #472 20 or a sequence substantially homologous thereto. The sequences corresponding to tryptic Fragments 9-12 are underlined in The DNA sequence indicates that the human BMP-3 Table II. precursor protein is 472 amino acids. It is contemplated that BMP-3 corresponds to the approximately 16 to 18 kd 25 subunit of Example IIC.

The sequences of BMP-3 as shown in Tables I A and I B and II, have significant homology to the beta (B) and beta (A) subunits of the inhibins. The inhibins are a family of hormones which are presently being investigated for use in contraception. See, A. J. Mason et al, Nature, 318:659-663 (1985). To a lesser extent they are also homologous to Mullerian inhibiting substance (MIS), a testicular glycoprotein that causes regression of the Mullerian duct during development of the male embryo and transforming growth factor-beta (TGF-35 b) which can inhibit or stimulate growth of cells or cause

them to differentiate. BMP-3 also demonstrates sequence similarity with Vgl. Vgl mRNA has been localized to the vegetal hemisphere of xenopus occytes. During early development it is distributed throughout the endoderm, but the mRNA is not detectable after blastula formation has occurred. The Vgl protein may be the signal used by the endoderm cells to commit ectodermal cells to become the embryonic mesoderm. BMP-3 also shares some sequence similarity with the bone inductive protein BMP-2A disclosed in PCT publication W088/00205.

TABLE II

5	AGAT	CTI	10 GAA 2	AACA	-	20 GG C	CACA	3(CACG		OGAO	40 CTAC		CTT	50 ICT	CAGO		60 Ga G	IGGA	70 GACCG
. 10	œa		80 AGC (GCCC.		90 Œ G	GIGA) C GO	GCAG	110 CIGC			120 GAG	CCCA	_	30 IC A	GCI	140 GOGCT
	GGG.		150 CC 2	AGCA	_	60 3G G	CIGG	17(COGC		CICG	180 CIGC			190 CC	GICO		oo CT o	ŒĪĠ	210 3300
15	TOGO	_	220 AGC (iggi:		30 AG T	ICAA(24(CCT)	-	CICO	250 3003	cœ		260 CIT	coco		70 3G A	<u> SIGI</u> (280 000GC
20	AGC		290 003 (GGAG		00 03 O	GCCCG	31(33 (ACCI	320 AGCC	ATG			GCG Ala				
25	TIT Phe	350 CIG Leu	TGG Trp	CIG Leu	GGC Gly	TGC Cys	365 TIC Phe	TGC Cys	GIG Val	AGC Ser	CIG Leu	380 GCG Ala	CAG Gln	GGA Gly	GAG Glu	AGA Ar g	395 CCG Pro	AAG Lys	CCA Pro
30	CCT Pro	TTC Phe	410 CCG Pro	GAG Glu	CIC Leu	OGC Arg	aaa Lys	425 GCT Ala	GIG Val	CCA Pro	GGT Gly	GAC Asp	440 CGC Arg	ACG Thr	GCA Ala	GIY	ggi Gly	455 GGC Gly	CCG Pro
3 5	GAC Asp	TCC Ser	GAG Glu	470 CIG Leu	CAG Gln	CCG Pro	CAA Gln	GAC Asp	485 AAG Lys	GIC Val	TCT Ser	GAA Glu	CAC His	500 ATG MET	CIG Leu	œ Arg	CIC Leu	TAT Tyr	515 GAC Asp
	AGG Arg	TAC Tyr	AGC Ser	ACG Thr	530 GIC Val	CAG Gln	GCG Ala	GCC Ala	CGG Arg	545 ACA Thr	CCG Pro	GGC Gly	TCC Ser	CIG Leu	560 GAG Glu	GGA Gly	GGC Gly	TCG Ser	CAG Gln
40	575 CCC Pro	TGG Trp	OGC Arg	CCT Pro	CGG Arg	590 CIC Leu	CIG Leu	OGC Arg	GAA Glu	Gly GGC	605 AAC Asn	ACG Thr	GIT Val	OGC Arg	AGC Ser	620 TTT Phe	CGG Arg	GCG Ala	GCA Ala
45	GCA Ala	635 GCA Ala	GAA Glu	ACT Thr	CIT Leu	GAA Glu	650 AGA Arg	aaa Lys	GGA Gly	CIG Leu	TAT Tyr	665 ATC Ile	TTC Phe	AAT Asn	CIG Leu	ACA Thr	680 TCG Ser	CTA Leu	ACC Thr
50	AAG Lys	TCI Ser	695 GAA Glu	AAC Asn	ATT Ile	TIG Leu	TCI Ser	710 GCC Ala	ACA Thr	CIG Leu	TAT Tyr	TTC Phe	725 TGI Cys	AIT Ile	GGA Gly	GAG Glu	CTA Leu	740 GGA Gly	AAC Asn

5	ATC Ile	AGC Ser	CIG Leu	755 AGT Ser	TGT Cys	CCA Pro	GIG Val	TCT Ser	770 GGA Gly	GGA Gly	TGC Cys	TCC Ser	CAT His	785 CAT His	GCT	CAG Gln	AGG Arg	AAA Lys	800 CAC His
5	ATT Ile	CAG Gln	ATT Ile	GAT Asp	815 CIT Leu	TCT Ser	GCA Ala	TGG Trp	ACC Thr	830 CIC Leu	aaa Lys	TIC Phe	AGC Ser	AGA Arg	845 AAC Asn	CAA Gln	AGT Ser	CAA Gln	CTC
10	860 CTT Leu	GGC Gly	CAT His	CIG Leu	TCA Ser	875 GIG Val	GAT Asp	ATG MET	GCC Ala	aaa Lys	890 TCT Ser	CAT His	CGA Arg	GAT Asp	ATT Ile	905 ATG MET	TCC Ser	TGG Trp	CTG Leu
15	TCT Ser	920 AAA Lys	GAT Asp	ATC Ile	ACT Thr	CAA Gln	935 TTC Phe	TTG Leu	agg Arg	aag Lys	GCC Ala	950 AAA Lys	GAA Glu	AAT Asn	GAA Glu	GAG Glu	965 TTC Phe	CIC Leu	ATA Ile
20												CCA	1010 AAG Lys				CCT		
25			TAT					GCC					ATT Ile					AGT	
				TTA					AAT				GGA Gly	ACT					
					GCT					GAG			AAG Lys		œc े				
35	TIG					AAC					GGG		GAA Glu			TAT			
		GIG					AAG					CIT	L295 CAG Gln				CCT		
			AAT					AGA) CGG Arg					CIC	
45				CAG					GCA				CAG Gln	TGG					
					TAC		AAG		GAC	TTT			ATT Ile		TGG.				

1490 1505 1520 1535 ATC TOO COO AAG TOO TIT GAT GOO TAT TAT TGC TOT GGA GCA TGC CAG TTC COO ATG Ile Ser Pro Lys Ser Phe Asp Ala Tyr Tyr Cys Ser Gly Ala Cys Gln Phe Pro MET 1550 1565 1580 1595 CCA AAG TCT TIG AAG CCA TCA AAT CAT GCT ACC ATC CAG AGT ATA GTG AGA GCT GTG Pro Lys Ser Leu Lys Pro Ser Asn His Ala Thr Ile Gln Ser Ile Val Arg Ala Val 10 1610 1625 1640 1655 GGG GTC GTT CCT GGG ATT CCT GAG CCT TGC TGT GTA CCA GAA AAG ATG TCC TCA CTC Gly Val Val Pro Gly Ile Pro Glu Pro Cys Cys Val Pro Glu Lys MET Ser Ser Leu 1670 1685 15 AGT ATT TTA TIC TIT GAT GAA AAT AAG AAT GTA GTG CIT AAA GTA TAC CCT AAC ATG Ser Ile Leu Phe Phe Asp Glu Asn Lys Asn Val Val Leu Lys Val Tyr Pro Asn MET 1715 (472) 1730 1746 1756 ACA GTA GAG TOT TGC GOT TGC AGA TAACCTGGCA AAGAACTCAT TTGAATGCTT AATTCAATCT 20 Thr Val Glu Ser Cys Ala Cys Arg

1786 CTAGAGTOGA OGGAATTO

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EXAMPLE VI

Expression of BMP-3

In order to produce bovine, human or other mammalian bone inductive factors, the DNA encoding it is transferred into an appropriate expression vector and introduced into mammalian cells or other preferred eukaryotic or prokaryotic hosts by conventional genetic engineering techniques. However the presently preferred expression system for biologically active recombinant human bone inductive factor is stably transformed mammalian cells.

One skilled in the art can construct mammalian expression vectors by employing the sequence of Tables I A and I B and II or other modified sequences and known vectors, such as pCD [Okayama et al., Mol. Cell Biol., 2:161-170 (1982)] and 15 pJL3, pJL4 [Gough et al., <u>EMBO</u> <u>J.</u>, 4:645-653 (1985)]. transformation of these vectors into appropriate host cells can result in expression of a BMP-3 protein. One skilled in the art could manipulate the sequences of Tables I A and I B and II by eliminating or replacing the mammalian regulatory 20 sequences flanking the coding sequence with bacterial sequences to create bacterial vectors for intracellular or extracellular expression by bacterial cells. For example, the coding sequences could be further manipulated (e.g. ligated to other known linkers or modified by deleting non-coding sequences 25 therefrom or altering nucleotides therein by other known techniques). The modified BMP-3 coding sequence could then be inserted into a known bacterial vector using procedures such as described in T. Taniguchi et al., Proc. Natl Acad. Sci. USA, 77:5230-5233 (1980). This exemplary bacterial 30 vector could then be transformed into bacterial host cells and BMP-3 expressed thereby. For a strategy for producing extracellular expression of BMP-3 in bacterial cells., see, e.g. European patent application EPA 177,343.

Similar manipulations can be performed for the construction of an insect vector [See, e.g. procedures described in published

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European patent application 155,476] for expression in insect cells. A yeast vector could also be constructed employing yeast regulatory sequences for intracellular or extracellular expression of the factors of the present invention by yeast cells. [See, e.g., procedures described in published PCT application W086/00639 and European patent application EPA 123,289].

A method for producing high levels of a BMP-3 protein factor of the invention from mammalian cells involves the 10 construction of cells containing multiple copies of the heterologous BMP-3 gene. The heterologous gene can be linked to an amplifiable marker, e.g. the dihydrofolate reductase (DHFR) gene for which cells containing increased gene copies can be selected for propagation in increasing concentrations 15 of methotrexate (MTX) according to the procedures of Kaufman and Sharp, J. Mol. Biol., 159:601-629 (1982). This approach can be employed with a number of different cell types. example, a plasmid containing a DNA sequence for a BMP-3 protein of the invention in operative association with other 20 plasmid sequences enabling expression thereof and the DHFR expression plasmid pAdA26SV(A)3 [Kaufman and Sharp, Mol. Cell. Biol., 2:1304 (1982)] can be co-introduced into DHFRdeficient CHO cells, DUKX-BII, by calcium phosphate coprecipitation and transfection, electroperation or protoplast fusion. DHFR expressing transformants are selected for 25 growth in alpha media with dialyzed fetal calf serum, and subsequently selected for amplification by growth in increasing concentrations of MTX (sequential steps in 0.02, 0.2, 1.0 and 5uM MTX) as described in Kaufman et al., Mol Cell Biol., 5:1750 (1983). Transformants are cloned, and biologically active BMP-3 expression is monitored by rat bone formation assay described above in Example III. BMP-3 expression should increase with increasing levels of MTX resistance. Similar procedures can be followed to produce other BMP-3 family 35 proteins.

A. COS Cell Expression

As one specific example of producing a BMP-3 protein of Example V, the insert of H128-4 is released from the vector arms by digestion with KpnI, blunting with T4 polymerase, ligating on an EcoRl adapter, followed by digestion with Sal I. The insert is subcloned into the EcoRl and Xho I cloning sites of the mammalian expression vector, pMT2CXM. Plasmid DNA from this subclone is transfected into COS cells by the DEAE-dextran procedure [Sompayrac and Danna PNAS 78:7575-7578 (1981); Luthman and Magnusson, Nucl.Acids Res. 11: 1295-1308 (1983)] and the cells are cultured. Serum-free 24 hr. conditioned medium is collected from the cells starting 40-70 hr. post-transfection.

The mammalian expression vector pMT2 CXM is a derivative of p91023 (b) (Wong et al., Science 228:810-815, 1985) differing from the latter in that it contains the ampicillin resistance gene in place of the tetracycline resistance gene and further contains a XhoI site for insertion of cDNA clones. The functional elements of pMT2 CXM have been described (Kaufman, R.J., 1985, Proc. Natl. Acad. Sci. USA 82:689-693) and include the adenovirus VA genes, the SV40 origin of replication including the 72 bp enhancer, the adenovirus major late promoter including a 5' splice site and the majority of the adenovirus tripartite leader sequence present on adenovirus late mRNAs, a 3' splice acceptor site, a DHFR insert, the SV40 early polyadenylation site (SV40), and pBR322 sequences needed for propagation in E. coli.

Plasmid pMT2 CXM is obtained by EcoRI digestion of pMT2-30 VWF, which has been deposited with the American Type Culture Collection (ATCC), Rockville, MD (USA) under accession number ATCC 67122. EcoRI digestion excises the cDNA insert present in pMT2-VWF, yielding pMT2 in linear form which can be ligated and used to transform <u>E. coli</u> HB 101 or DH-5 to ampicillin resistance. Plasmid pMT2 DNA can be prepared by conventional

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methods. pMT2CXM is then constructed using loopout/in mutagenesis (Morinaga, et al., Biotechnology 84: 636 (1984). This removes bases 1075 to 1145 relative to the starting from thr Hind III site near the SV40 origin of replication and enhancer sequences of pMT2. In addition it inserts the following sequence:

5' PO_CATGGGCAGCTCGAG-3'

at nucleotide 1145. This sequence contains the recognition site for the restriction endonuclease Xho I, which is compatable 10 with the Sal I site on the BMP-3 insert. Plasmid pMT2 CXM DNA may be prepared by conventional methods.

B. CHO Cell Expression

A BMP-3 protein of Example V may be expressed in CHO 15 cells by releasing the insert of H128-4 from the vector arms by digestion with KpnI, blunting with T4 polymerase, ligating on an EcoRl adapter, followed by digestion with Sal I. insert is subcloned into the EcoRl and Xho I cloning sites of the mammalian expression vector, pMT2CXM. Plasmid DNA from 20 this subclone is transfected into CHO cells by electroporation [Neuman et al, <u>EMBO J.</u>, <u>1</u>:841-845 (1982)]. Two days later, cells are switched to selective medium containing 10% dialyzed fetal bovine serum and lacking nucleosides. Colonies expressing DHFR are counted 10-14 days later. Individual colonies or 25 pools of colonies are expanded and analyzed for expression of BMP-3 RNA and protein using standard procedures and are subsequently selected for amplification by growth in increasing concentrations of MTX.

cDNA genes inserted into the EcoRI and/or Xho I sites
30 will be expressed as a bicistronic mRNA with DHFR in the
second position. In this configuration, translation of the
upstream (BMP-3) open reading frame is more efficient than the
downstream (DHFR) cDNA gene [Kaufman et al, EMBO J. 6:187-193
(1987). The amount of DHFR protein expressed is nevertheless
35 sufficient for selection of stable CHO cell lines.

Characterization of the BMP-3 polypeptides through pulse labeling with [355] methionine and polyacrylamide gel electrophoresis indicates that multiple molecular size forms of BMP-3 proteins are being expressed and secreted from the 5 stable CHO lines.

Example VII

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Biological Activity of Expressed BMP-3

To measure the biological activity of the expressed BMP-10 3 obtained in Example VI above, the BMP-3 is partially purified on a Heparin Sepharose column. 4 ml of the collected post transfection conditioned medium supernatant from one 100 mm dish is concentrated approximately 10 fold by ultrafiltration on a YM 10 membrane and then dialyzed against 20mM Tris, 0.15 15 M NaCl, pH 7.4 (starting buffer). This material is then applied to a 1.1 ml Heparin Sepharose column in starting buffer. Unbound proteins are removed by an 8 ml wash of starting buffer, and bound proteins, including BMP-3, are desorbed by a 3-4 ml wash of 20 mM Tris, 2.0 M NaCl, pH 7.4.

The proteins bound by the Heparin column are concentrated approximately 10-fold on a Centricon 10 and the salt reduced by diafiltration with 0.1% trifluoroacetic acid. appropriate amount of this solution is mixed with 20 mg of rat matrix and then assayed for in vivo bone and/or cartilage 25 formation activity by the Rosen-modified Sampath - Reddi assay. A mock transfection supernatant fractionation is used as a control for COS expressed proteins and for CHO expressed proteins CHO cell without BMP-3 conditioned medium fractionation is utilized. The implants containing rat 30 matrix to which specific amounts of human BMP-3 have been added are removed from rats after seven days and processed for histological evaluation. Representative sections from each implant are stained for the presence of new bone mineral with von Kossa and acid fuschin, and for the presence of 35 cartilage-specific matrix formation using toluidine blue.

The types of cells present within the section, as well as the extent to which these cells display phenotype are evaluated and scored as described in Example III.

Addition of human BMP-3 to the matrix material resulted in formation of cartilage-like nodules at 5 days post implantation. The chondroblast-type cells were recognizable by shape and expression of metachromatic matrix. The assay results indicate that BMP-3 proteins may be characterized by the ability of lµg of the protein to score at least +2 in the rat bone formation assay. The amount of activity observed for human BMP-3 indicates that it may be dependent upon the amount of BMP-3 protein added to the matrix sample.

The procedures described above may be employed to isolate other related BMP-3 factors of interest by utilizing the bovine BMP-3 or human BMP-3 factors as a probe source. Such other BMP-3 proteins may find similar utility in, inter alia, fracture repair, wound healing and tissue repair.

The foregoing descriptions detail presently preferred embodiments of the present invention. Numerous modifications and variations in practice thereof are expected to occur to those skilled in the art upon consideration of these descriptions. Those modifications and variations are believed to be encompassed within the claims appended hereto.

PCT/US89/01464

What is claimed is:

- 1. A purified BMP-3 protein produced by the steps of
 - (a) culturing a cell transformed with a cDNA substantially as shown in Table II; and
 - (b) recovering from said culture medium a protein containing substantially the 96 amino acid sequence as shown in Table II from amino acid # 377 to amino acid # 472.

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- 2. A protein of claim 1 further characterized by the ability to induce cartilage and/or bone formation.
- 3. A protein of claim 1 further characterized by the ability of $1\mu g$ of said protein to score at least C +2 in the Rosenmodified Sampath-Reddi assay.
 - 4. A cDNA sequence encoding a protein of claim 2.
- 20 5. A host cell transformed with a cDNA of claim 4.
 - 6. A method for producing a purified BMP-3 protein said method comprising the steps of
 - (a) culturing in a suitable culture medium said transformed host cells of claim 5; and
 - (b) isolating and purifying said BMP-3 from said culture medium.
- 7. A pharmaceutical composition comprising an effective 30 amount of a protein of claim 1 in admixture with a pharmaceutically acceptable vehicle.
- 8. A pharmaceutical formulation for bone and/or cartilage formation comprising an effective amount of a protein of claim 2 in a pharmaceutically acceptable vehicle.

9. A composition of claim 8 further comprising a matrix for supporting said composition and providing a surface for bone and/or cartilage growth.

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- 10. The composition of claim 9 wherein said matrix comprises a material selected from the group consisting of hydroxyapatite, collagen, polylactic acid and tricalcium phosphate.
- 10 ll. A method for inducing bone and/or cartilage formation in a patient in need of same comprising administering to said patient an efective amount of the composition of claim 8.
- 12. A pharmaceutical composition for wound healing and tissue 15 repair said composition comprising an effective amount of the protein of claim 1 in a pharmaceutically acceptable vehicle.
- 13. A method for treating wounds and/or tissue repair in a patient in need of same comprising administering to said 20 patient an effective amount of the composition of claim 12.
 - 14. An isolated DNA sequence encoding a BMP-3 protein said DNA sequence comprising substantially the nucleotide sequence or a portion thereof selected from the group consisting of:
 - (a) nucleotide #321 through nucleotide #1736
 - (b) sequences which
 - (1) hybridize to said sequence under stringent hybridization conditions; and
 - (2) encode a protein characterized by the ability to induce cartilage and/or bone formation.
 - 15. A DNA sequence of claim 14 further characterized by the ability of 1μ g of said protein having the ability to score at least +2 in the Rosen-modified Sampath-Reddi assay.

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- 16. A vector comprising a DNA sequence of claim 14 in operative association with an expression control sequence therefor.
- 17. A host cell transformed with a DNA sequence of claim 14.
- 18. A method for producing a BMP-3 protein, said method comprising the steps of
 - (a) culturing in a suitable culture medium said transformed host cell of claim 17; and
- 10 (b) isolating and purifying said BMP-3 from said culture medium.

INTERNATIONAL SEARCH REPORT

International Application No. PCT/US 89/01464

		International Application No. 2 227	
I. CLASSIFICA	TION OF SUBJECT MATTER (if several classific	stion symbols apply, indicate all) *	
	THE PARTY OF THE PARTY OF THE BALL NAMED IN	ast Classification and IPC	
IPC(4): C	212P 21/00; C07K 13/00; C	0/H 13/12	
	58; 530/350; 536/27		
II. FIELDS SEA	ARCHED Minimum Documents	Hon Searched 7	
		lassification Symbols	
Classification Sys	435/68,91,172.1,172.3		
υS]
03	536/27;530/350;935/18		
	Documentation Searched other the to the Extent that such Documents of	an Minimum Documentation are included in the Fields Scarched B	
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